

Message Text

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44

ACTION EA-10

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-07 FRB-03

INR-07 NSAE-00 TRSE-00 XMB-02 OPIC-03 SP-02 CIEP-01

LAB-04 SIL-01 OMB-01 L-02 PA-01 PRS-01 USIA-06 /057 W

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R 270821Z FEB 75

FM AMEMBASSY JAKARTA

TO SECSTATE WASHDC 6802

INFO AMCONSUL MEDAN

AMCONSUL SURABAYA

LIMITED OFFICIAL USE JAKARTA 2469

EO 11652: N/A

TAGS: EFIN ID

SUBJ: INVESTMENT CONDITIONS

REF: A. STATE 039714 B. JAKARTA A-12 FEB 75, C. JAKARTA A165
AUGUST 1974

1. EMBASSY TRANSMITTED ON FEBRUARY 7 AIRGRAM ENTITLED
CHANGES IN INDONESIA'S INVESTMENT CLIMATE AND SENT
INDIVIDUAL COPIES AIRMAIL TO EA/IMS AND COMMERCE AFTER
MISSION REPRODUCTION COMPLETED FEBRUARY 18.

2. DURING CLOSE CONTINUOUS MONITORING OF INVESTMENT
SITUATION, EMBASSY FINDS NO INSTANCES OF US FIRMS UNDER
GOI PRESSURE FOR NEAR-TERM ACHIEVEMENT OF 51 PCT OWNERSHIP.
WE UNDERSTAND WHOLLY-OWNED FIRMS AND THOSE ESTABLISHED
PRIOR TO 1967 ARE SUBJECT TO 51 PCT POLICY BUT ONE TERMS AS
YET UNDEFINED. NO ESTABLISHED FIRMS HAVE INDICATED
CONCERN TO US OVER THIS POLICY; PROBLEM IS OBTAINING
GUIDANCE ON IMPLEMENTATION. VARIOUS US FIRMS HAVE
HAD HIGHLY INCONCLUSIVE DISCUSSIONS WITH INVESTMENT
AUTHORITIES. HOWEVER AS REF B EMPHASIZES, MANY KEY
QUESTIONS REMAIN UNANSWERED. EMBASSY EFFORTS TO LEARN
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ANSWERS OR WHEN THEY MAY BE FORTHCOMING PRODUCE NO

CLARIFICATION. . AS STATED LAST TRENDS REPORT, PAGE 10
(REF C), IT WILL TAKE MANY MONTHS FOR GOVERNMENT
OFFICIALS TO RESOLVE PRACTICAL QUESTIONS OF IMPLEMENTA-
TION. WE WIL BE SURPRISED IF MUCH PROGRESS IS MADE IN 1975.
GOVERNMENT HAS REPEATEDLY STATED INTENT TO IMPLEMENT POLICY
GRADUALLY, FLEXIBILITY AND WITHOUT DISRUPTING ECONOMIC DEVELOPMENT.

3. REGRET THAT WORKLOAD, OFFICER ABSENCES AND HEAVY
VISITORS SCHEDULE PROCLUDE EARLIER COMPLETION REF B.
NEWSOM

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INVESTMENT CLIMATE
Control Number: n/a
Copy: SINGLE
Draft Date: 27 FEB 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975JAKART02469
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750069-0442
From: JAKARTA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t1975028/aaaaagkf.tel
Line Count: 71
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
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Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
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Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 14 JUL 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 JUL 2003 by BoyleJA>; APPROVED <15 JUL 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: INVESTMENT CONDITIONS
TAGS: EINV, ID
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006